

from the Land, such as the thirty million marks paid to Kupferbergbau und Hüttenwerke GmbH in 1947. These subsidies were not credited to reparations.

4. In comparison with Soviet AGs, German firms made about forty-four percent of reparations deliveries and SAGs about fifty-six percent. The increase of the total amount of orders in November 1947 by 8.3 million RM for Russian firms and 4.6 million RM for German firms supports German estimates of the rising Soviet economic strength. Details of reparations figures are given in attachments A, B, and C. By 31 December 1947 reparations were expected to reach a billion marks.

5. In late 1947 SMA Halle ordered a considerable increase in the quota of small vessels for the reparations account and instructed the Industry Division to set up a new office for this purpose. The Rosslauer Schiffswerft GmbH, which launched a 150-ton seiner on 10 January destined for the Black Sea as the first reparations-produced vessel, received an order for seven luggers of 380 tons. The seiner was towed to Stralsund for installation of engines. There are 32 orders for ships in Saxony-Anhalt yards. All internal fittings, which are obtainable only with great difficulty, are to be delivered with the vessels.

6. In the Referat for APO orders, compilation of statistics is slowed down by shortage of personnel. On the terminal date of 31 June 1947, 606 million RM of production had been reported, of which 335 million came under the industrial sector. Interesting is the absence of figures for deliveries of coal, fuel, and power, information which was refused to the competent state commercial companies. Documentary material from the trade and supply sector was collected by the Russians and not returned.

7. In late 1947 SIR made a surprise investigation in the dismantling section of the Reparations Division and confiscated its documents. On 2 January, Sokolov, a member of SIR Halle, inspected the document files and ordered the surrender to SMA of all documentary material on dismantling. The German office, however, in anticipation of some such action, had prepared a card file of most of the documents, so that reproduction of the confiscated records was possible within a fairly short time. In the files retained, dismantling of 259 of a total of 299 firms is described statistically. Data are no longer available on sixteen plants, because particulars have been lost and dismantling or dynamiting has been so extensive that even estimates can not be formed; these are munitions factories. Twenty more firms could probably not be extensively studied, although the material is still in existence, because of the opposition of Russian directors of the plants.

8. Total value of dismantling in the 259 firms reported was set at 1,696,197,066 RM, with subsidiary costs of 58,855,543 RM. This means a loss of about a billion and three quarters in gold marks to the economy of Saxony-Anhalt. As an example, the highly-developed sugar industry, which in 1932 had a turn-over of about 223 million RM and employed 8,141 persons, had in 1946 only 132 million RM turn-over and 2,959 employees.

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ATTACHMENT A

~~SECRET~~ **CONFIDENTIAL**

Land Government of Saxony-Anhalt
 Minister of Economy and Trade
 Division of Industry/Reparations
 add.: 4211-146 Ko/Pe.

Halle/Saale, 23 December 1947
 Herreburger Strasse 93, Mail. 2

~~SECRET~~ **CONFIDENTIAL**Report

on the quota, status, and arrears of all reparation and credit payment orders to 30 November 1947 and on goods manufactured, bought, and delivered (shipped) for these orders from the current production in Land Saxony-Anhalt in the Soviet Occupation Zone of Germany, according to the position of 30 November 1947.

Amounts in 1000 RM	Order Type	German firms	Soviet GAG	Total
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note:

Total order status on 30 November 1947	R	391,579.3	492,353.8	883,933.1
	C	12,464.7	21,955.3	34,420.0
	Total	404,044.0	515,309.1	919,353.1

Of this, to be delivered by 31 December 1947	R	371,724.6	477,677.6	849,402.2
	C	11,054.1	21,955.3	33,009.4
	Total	382,788.7	499,632.9	882,411.6

Of this, to be delivered by 30 November 1947	R	344,191.0	431,562.2	775,753.2
	C	10,798.8	22,955.3	33,754.1
	Total	354,989.8	454,517.5	809,507.3

Status:

Manufactured and reported for acceptance	R	343,761.7	280,960.5	624,722.2
	C	9,358.6	21,874.9	31,243.5
	Total	353,120.3	302,835.4	655,965.7

Of this, accepted and cleared for shipment	R	310,836.2	268,211.5	567,047.7
	C	9,234.4	21,856.2	31,182.6
	Total	320,168.6	290,067.7	598,030.3

Of this, delivered (shipped)	R	306,889.3	255,738.7	562,428.0
	C	8,983.7	21,767.6	30,774.3
	Total	315,876.0	277,506.3	593,202.3

Arrears:

Between the goods to be de- livered and those actually produced by 30-11-47 and re- ported for sale	R	20,429.3
	C	1,420.2
	Total	21,859.5

R -- Reparations; C -- Credit Payment Orders

Reparations Orders

All reparations and credit payment orders and order alterations are normally managed by GIA through the Division Industry/Reparations. Thus it is assured that all GAG orders are included.

Part of the GAGs for some time, on instructions of GIA, has presented no reports to the Land Government on production, sale, and shipment of goods manufactured for the reparations account. Production of these firms is taken from the accounts presented to the Finance Ministry. Thus it is assured that all goods delivered even of these concerns are included, even though late.

Values given here correspond to the prices prescribed in the order bills of GIA, which were fixed according to Order No. 63. Approved price increases are not included in the above figures, since these -- although they are paid to the firms -- were not included in the confirmation communication of GIA Germany and therefore will not be chargeable to the total reparations debt.

~~SECRET~~ **CONFIDENTIAL**

Land Government of Saxony-Anhalt
Minister of Economy and Trade
Division Industry/Reparations
Az.: 441-46 Vo/Gt.

Halle/Saale, 23 December 1947
Merseburger Strasse 93, Bldg. 4

Confidential

Survey

of the amount of total orders and the increase of orders in November 1947 in reparations and credit-payment orders of the Soviet Occupation Zone of Germany, Land Saxony-Anhalt -- set up by main groups of industrial nomenclature -- according to the status of 30 November 1947. Amounts are in 1000 KM.

No.	Goods group designation	Total order amounts on 30-10-47	Orders received in Novem	Total order amounts on 30-11-47
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A. German Firms

I. Reparations Orders

01	Mining (without coal)	11,562.9	-	13,502.9
02	Metallurgy	26,406.6	41.5	26,365.1
03	Iron, tin, and metal goods	6,177.5	-	6,179.5
03/II	Chemical goods	112.8	21.0	103.8
04	Steel, steam boiler, apparatus building	15,088.5	265.9	15,954.4
05	Machine construction	46,182.5	945.8	47,128.3
06	Vehicle construction	16,250.9	15.0	16,265.9
07	Electro-technical	195.3	2,000.0	2,195.3
08	Precision mechanics	1,522.2	22.4	1,550.6
08/II	Medical instruments	110.7	-	110.7
09	Stones and earths	16,006.0	1,025.1	17,033.1
10	Ceramics and glass	5,062.6	114.8	4,973.8
11	Wood	23,728.5	113.4	23,841.9
12	Above and underground construction	-	-	-
13	Chemistry	23,910.3	458.3	24,390.6
13/II	Pharmaceuticals	381.6	302.6	79.0
14	Rubber and asbestos	8,991.8	146.5	8,645.3
15	Synthetic material products	34.3	-	34.3
16	Cellulose and paper	2,770.8	49.0	2,721.8
17	Textiles	545.4	-	345.4
18	Clothing, knit goods, wash goods	2,310.7	216.8	2,433.5
19	Leather, leather goods, and shoes	7,472.8	-	7,478.8
20	Fuel, petroleum	4,183.4	41.4	4,224.8
21	Food and staples, luxury items	147,853.5	-	147,853.5
22	Agriculture and forestry	17,549.2	105.9	17,412.3
23	Other orders	24.7	-	24.7
Total		386,929.5	4,649.8	391,579.3

II. Credit Payment Orders

04	Steel, steam boiler, apparatus bldg	4,210.5	-	4,410.5
05	Machine construction	3,655.8	-	3,855.8
07	Electro-technical	563.0	-	563.0
10	Ceramics and glass	104.6	-	104.8
13	Chemistry	1,437.2	-	1,437.2
18	Clothing, knit goods, wash goods	98.2	-	98.2
20	Fuel, petroleum	2,155.2	-	2,395.2
Total		12,464.7	-	12,464.7

Total of orders for German firms 391,579.3 4,649.8 394,044.8

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No.	Goods group designation	Total order amounts on 30-10-47	Orders received in November	Total order amounts on 30-11-47	
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B. Soviet AGs

I. Reparation Orders

02	Metallurgy	27,186.0	5,432.3	28,618.3
03	Iron, tin, and metal goods	11,479.1	-	11,479.1
04	Steel, steam boiler, apparatus constr.	26,141.3	-	26,141.3
05	Machine construction	219,351.9	726.9	220,078.8
06	Vehicle construction	26,876.7	-	26,876.7
07	Electro-technical	1,643.9	-	1,643.9
08	Precision mechanics and optics	11,010.2	1,434.2	12,444.4
09	Stones and earths	12,379.5	-	12,379.5
13	Chemistry	74,859.5	-	74,859.5
13/II	Pharmaceuticals	487.2	-	487.2
14	Rubber and asbestos	70,548.6	-	70,548.6
15	Synthetical material products	5,053.6	1.7	5,055.3
23	Sketches and working drawings	-	780.9	780.9

Total	484,997.5	8,356.3	493,353.8
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II. Credit Payment Orders

05	Machine construction	927.3	-	927.3
13	Chemistry	20,850.1	0.1	20,850.2
20	Fuel, petroleum	179.5	-	179.8

Total	21,956.9	-	1.6	21,955.3
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Total of orders for Soviet AGs	506,954.4	8,354.7	515,309.1
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Reparations orders: German firms	386,929.5	4,669.8	391,579.3
Soviet AGs	484,997.5	8,356.3	493,353.8

Total	871,927.0	12,000.1	884,923.1
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Credit Payment orders: German firms	12,464.7	-	12,464.7
Soviet AGs	21,956.9	-	21,955.3

Total	34,421.6	-	1.6	34,420.0
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German firms	399,394.2	4,669.8	404,064.0
Soviet AGs	506,954.4	8,354.7	515,309.1

Total of all reparations and credit payment orders	906,348.6	13,004.5	919,353.1
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By order:

Signed: Pitzold

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~~SECRET~~U.S. AIR FORCE, 23 December 1947
Memorandum Reference 93, Page 4U.S. GOVERNMENT OF INDEPENDENCE
"U.S. AIR FORCE AND PRUSS
Division of Reparations
A. 441-116 70/10.~~CONFIDENTIAL~~~~SECRET~~on the following quota, following your delivery to the 10th quarter for the reparation account, and credit payment to the 11th quarter, according to the situation
as 30 November 1947

Quarter	Reparations		Credit		Total
	R	C	R	C	
Quarter 1/1946	40,732.9	-	11,965.0	-	62,719.7
Quarter 2/1946	63,970.0	714.2	11,461.9	1,842.5	76,022.6
Quarter 3/1946	31,309.4	4,915	11,411.2	3,456.5	53,766.5
Quarter 4/1946	24,558.2	1,309.5	76,311.1	8,565.8	109,913.8
Quarter 1/1947	70,361.1	3,948.9	69,889.9	3,398.0	175,577.3
Quarter 2/1947	19,157.7	1,030.7	43,714.4	233.7	95,000.5
Quarter 3/1947	28,451.0	1,006.7	45,903.1	367.2	96,815.0
Quarter 4/1947	18,420.6	708.2	17,745.0	98.4	97,022.4
Quarter 1/1948	42,929.5	976.6	11,102.1	-	114,000.2
Quarter 2/1948	7,036.1	1,416.6	1,209.1	-	12,717.0
Quarter 3/1948	6,455.5	-	2,524.0	-	15,979.5
Quarter 4/1948	2,101.3	-	1,125.2	-	3,226.5
	4,239.8	-	917.9	-	5,157.7
Totals	391,794.3	14,472.9	49,352.8	21,724.1	919,352.1

R = reparations; C = credit payments; amounts in 1000 RM

By order:

Signed: Mitzold

Figures given in this table appear either to have been very carelessly copied or to have been incompletely worked out, since the numbers as presented do not add up to the totals given. Because of the large amount of discrepancy, it is difficult to determine the cause of the errors, but the final figures, which are used in the charts in Attachment A and B, appear to be correct.

The actual sum of the figures as given, reading across the page, are:

391,794.3 14,472.9 49,352.8 21,724.1 919,352.1

Totals in the last column, for the figures given, are:

62,719.7

76,022.6

53,766.5

109,572.6

114,000.2

95,000.5

96,815.0

97,022.4

114,000.2

12,717.0

15,979.5

3,226.5

5,157.7

919,352.1

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